

MEDIA RELEASE



**Attention: News Director
For Immediate Release
September 14, 2006**

**U.S. DEPARTMENT OF JUSTICE
DAVID L. HUBER
UNITED STATES ATTORNEY
Western District of Kentucky**

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**OWENSBORO COMPUTER CONSULTANT CHARGED WITH
\$8.5 MILLION BANK FRAUD**

David L. Huber, United States Attorney for the Western District of Kentucky, announced today that on September 13, 2006, a federal Grand Jury in Bowling Green **returned an Indictment** charging **SHAUN SCHNEIDER**, age 33, of Beaver Dam, Kentucky, in Ohio County, along with his corporate entity, **SCHNEIDER CONSULTING, LLC.**, with two counts of knowingly executing a scheme to defraud a financial institution.

The Indictment alleges that between May 2005 and December 2005, **Schneider**, the owner and operator of Schneider Consulting, LLC, defrauded two separate banks. In or about May 2005, **Schneider** applied with JP Morgan Chase Bank for a line of credit. At the time of the application, the defendant misrepresented the accounts receivable of Schneider Consulting, LLC, and submitted false records in support of his application, including a false invoice and contract valued at \$5,800,000. As a result of the false representations and in reasonable reliance thereon, JP Morgan Chase Bank approved the line of credit for \$7,000,000. As of the time of the indictment, the outstanding principal balance on the JP Morgan Chase Bank line of credit is \$5,626,655.

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The Indictment further charges that in December 2005, the defendant applied with Fifth Third Bank for another line of credit. At the time of that application, like the first, **Schneider** misrepresented the accounts receivable of Schneider Consulting, LLC, and submitted additional false records in support of his application. As a result of the false representations and in reasonable reliance thereon, Fifth Third Bank approved the line of credit for \$3,000,000. As of the time of the Indictment, the outstanding principal balance on the Fifth Third Bank line of credit is \$2,954,166.44.

If convicted, the maximum potential penalties are 30 years imprisonment, a \$1,000,000.00 fine, and supervised release for a period of 5 years.

The case is being prosecuted by Assistant United States Attorney Eric Long, and it was investigated by the Federal Bureau of Investigation.

Schneider is scheduled to appear for arraignment before the United States Magistrate Judge on September 21, 2006, at 10:00 a.m., in Owensboro, Kentucky.

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The indictment of a person by a Grand Jury is an accusation only and that person is presumed innocent until and unless proven guilty.

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